

2010 Military Health System Conference

Overview and Update on DoD Pharmacy

Spends, Trends, and Management Initiatives

Sharing Knowledge: Achieving Breakthrough Performance

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25 January 2010



Overview

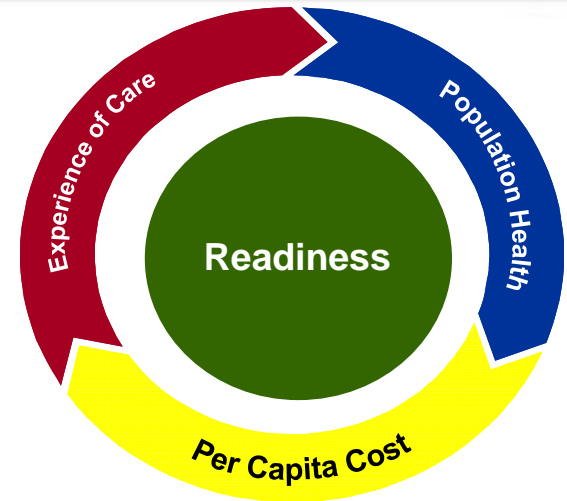


- State of DoD Pharmacy Affairs
- Cost/Workload Trends
- Managing the benefit from the program perspective
- Federal Ceiling Price at Retail Update
- T-Pharm Update
- On-going Initiatives, Readiness
- The Way Ahead

Our Ultimate Goal: Quadruple Aim



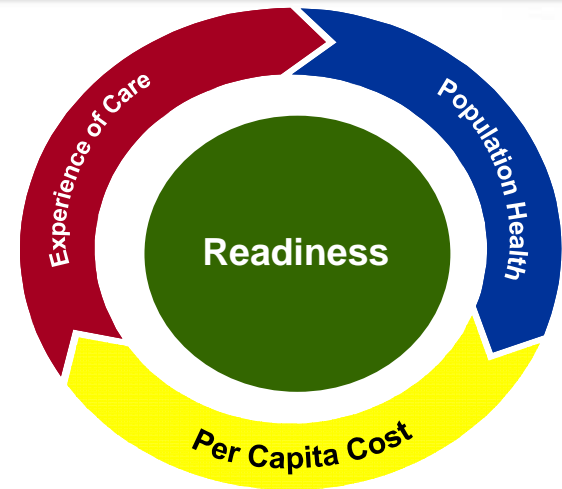
- **Readiness**
 - Pre and post-deployment
 - Family Health
 - Professional Competency
- **Population Health**
 - Health Service members, families, retirees
 - Quality health care outcomes
- **A Positive Patient Experience**
 - Patient and family centered care, access, satisfaction
- **Cost**
 - Reasonably managed



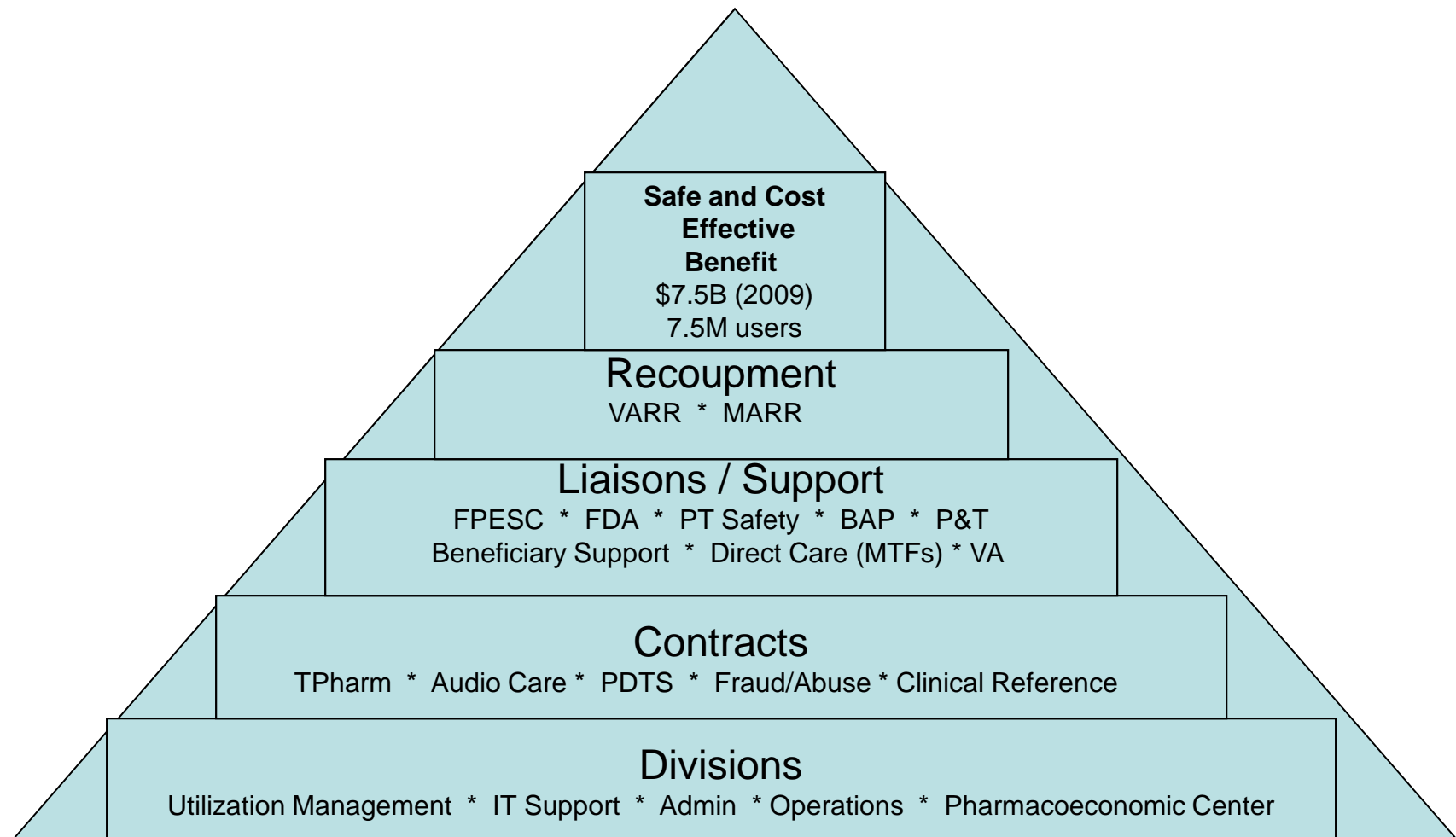
State of DoD Pharmacy Affairs



- Managing overall costs
 - Exploring ways to leverage lower cost MTF and MOP pharmacies, to fill prescriptions for expensive medications
- Informatics
 - Emphasizing usefulness of data
 - Increasing visibility of medication use through entire spectrum of care, including in-theater
- Continued emphasis on outcomes/quality improvement



Managing the DoD Pharmacy Benefit



DoD Pharmacy Points of Service

FY09

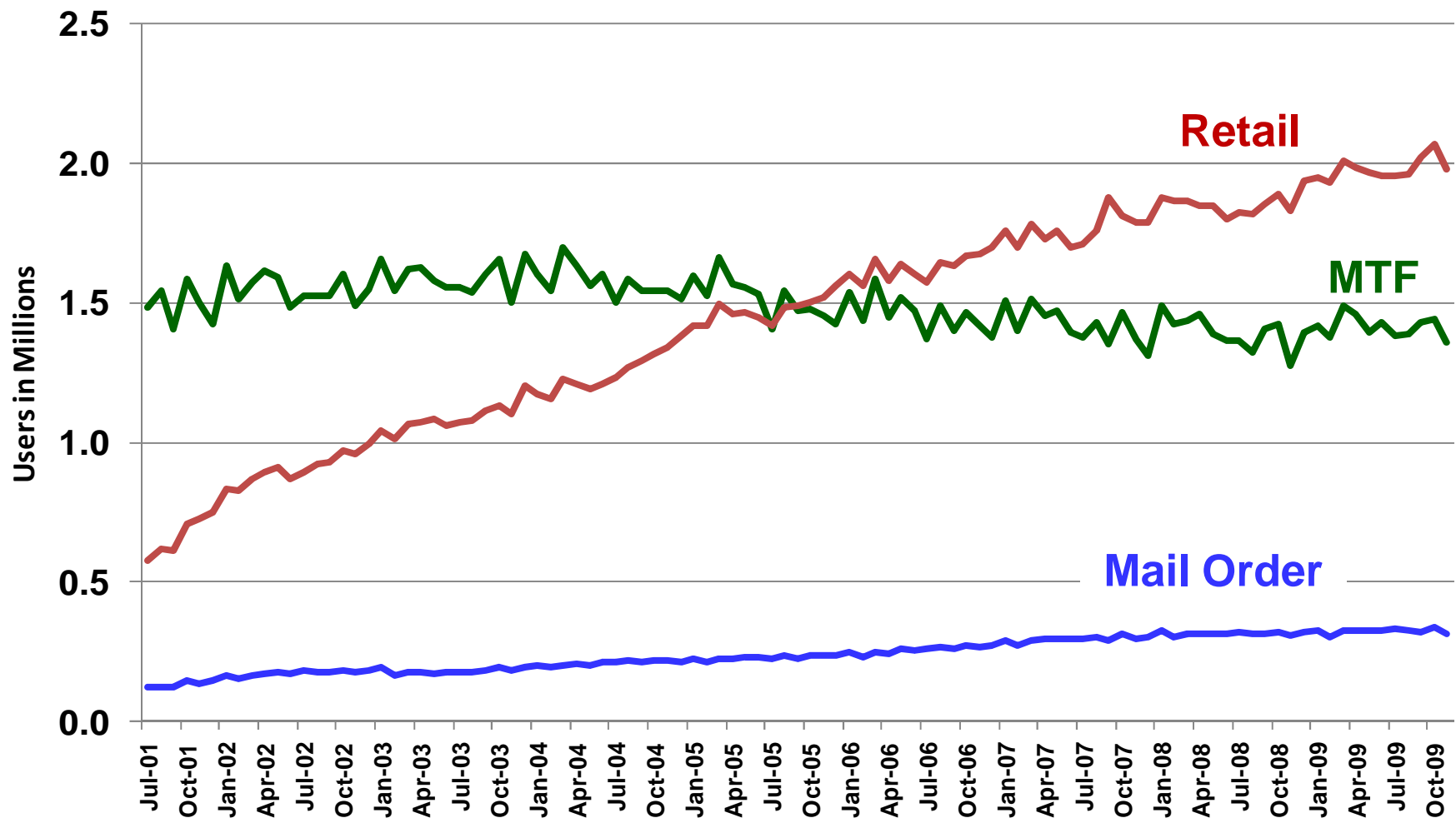


POS	Rxs	30-day Rxs*	30-day Rxs (%)*	% Dollars	Total Dollars
MTF	48,101,964	80,252,540	44%	19%	\$1.43 B
Retail	71,414,850	73,753,775	40%	67%	\$5.06 B
Mail Order	10,454,703	30,148,634	16%	14%	\$1.05 B

*Normalized based on 30-day supply of medications

MHS Pharmacy Benefit Utilizers

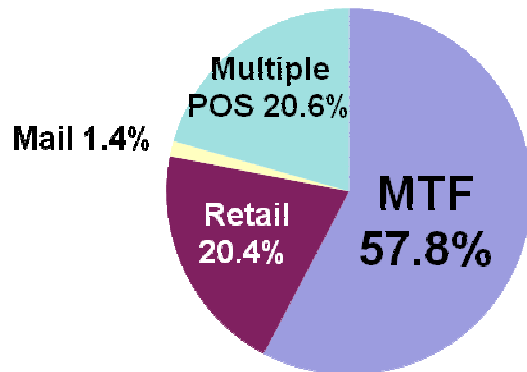
By POS, Jul 01 – Nov 09



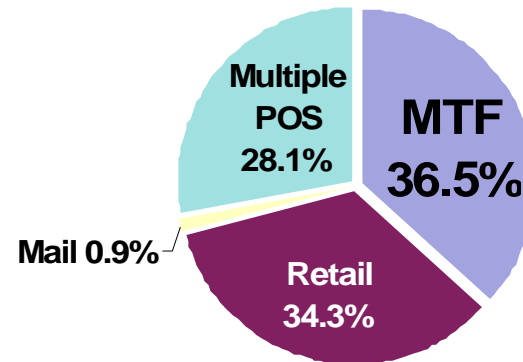
MHS (Utilizer) Market Share FY 2003, 2009 and 2015



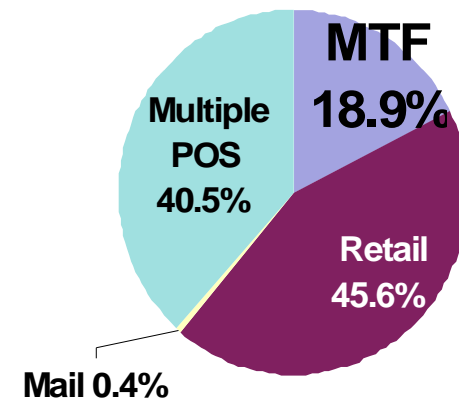
Past
FY 2003



Present
FY 2009

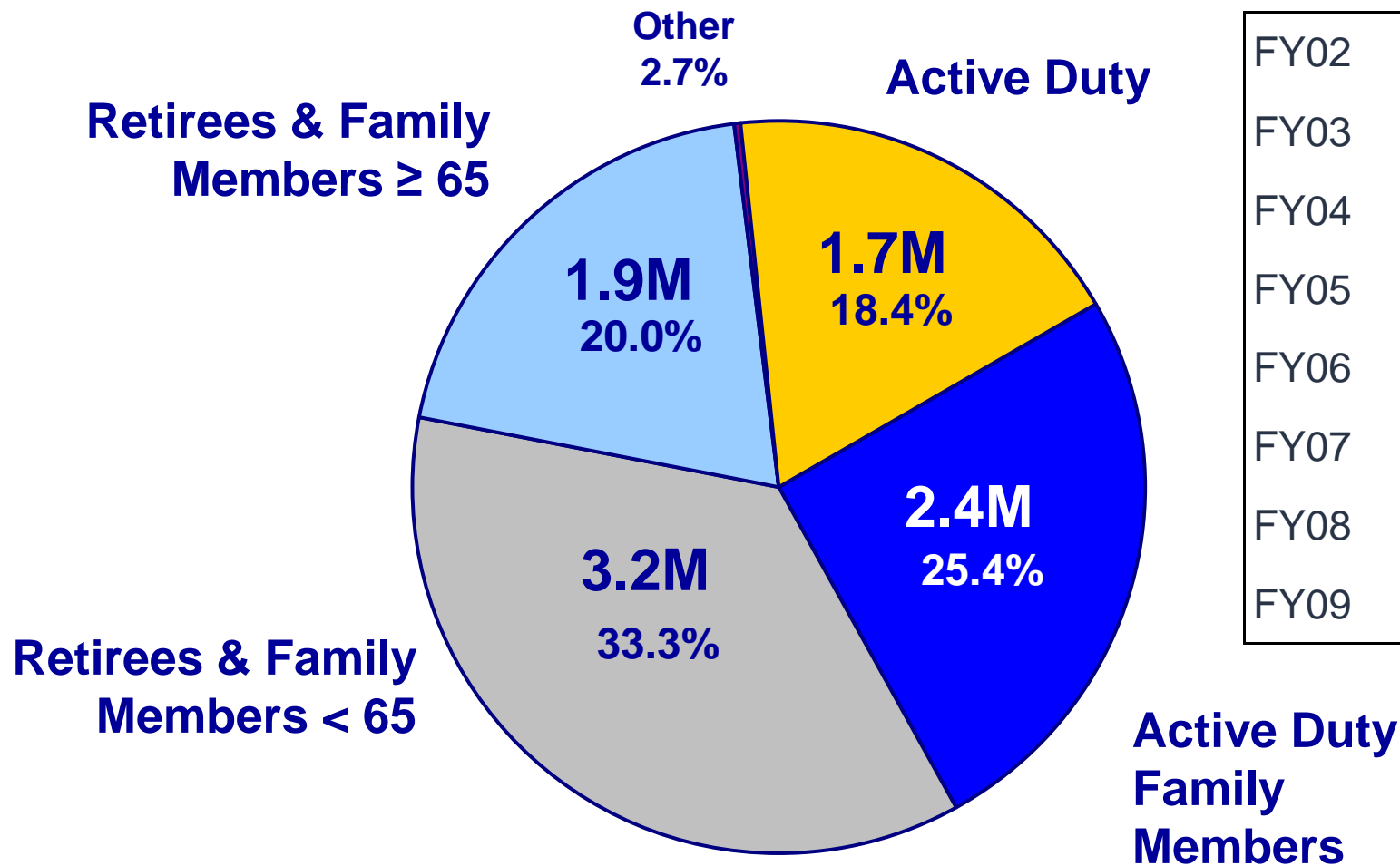


Future
FY 2015



- **Assuming trends remain constant:**
 - By 2015, the percent of utilizers exclusively using MTFs for pharmacy services would shrink to 18.9%
 - Greatest loss of market share to retail, followed by multiple points of service

TRICARE Eligible Beneficiaries Monthly Average, FY09

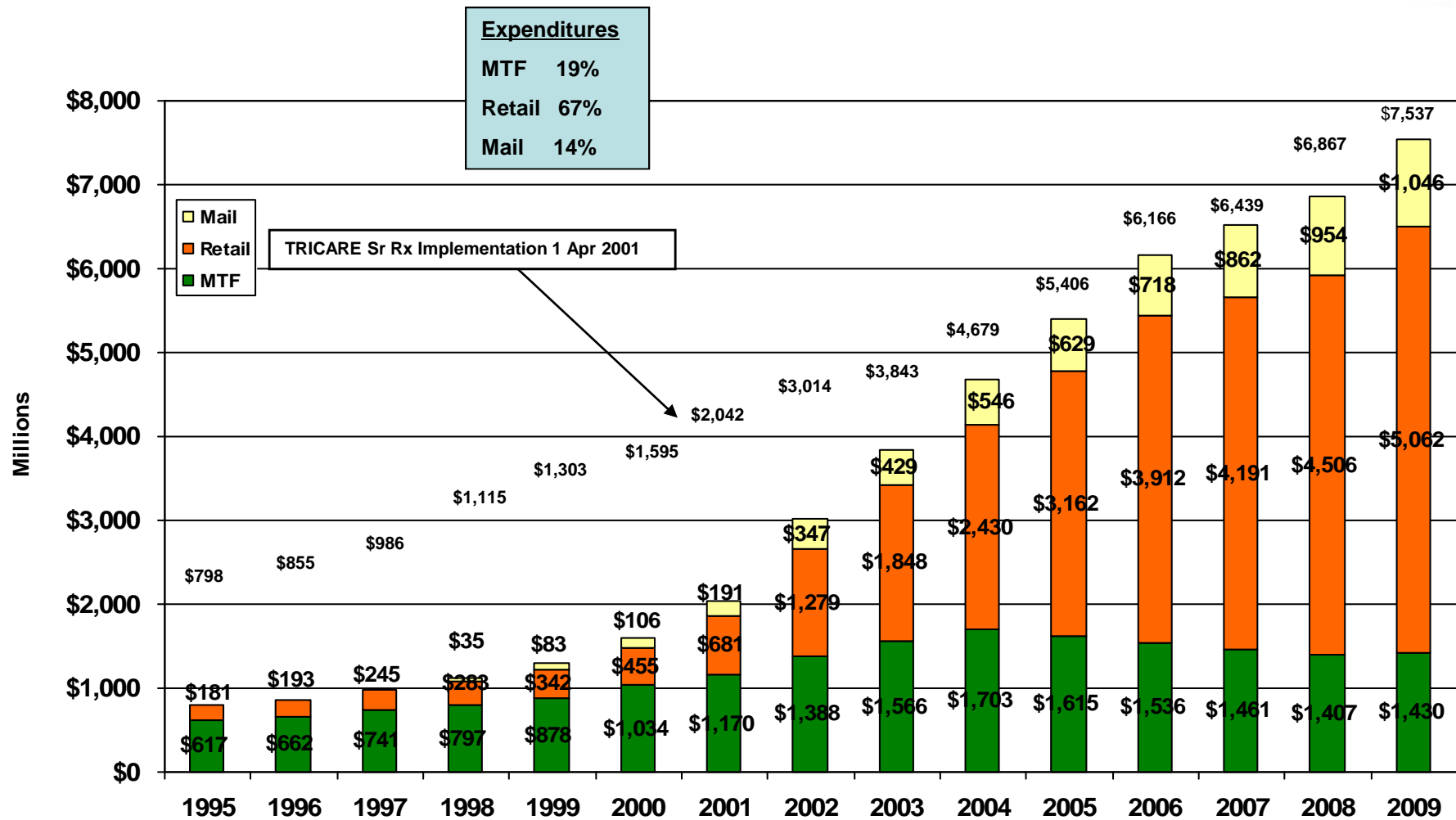


FY02	8.6 Million
FY03	8.9 Million
FY04	9.1 Million
FY05	9.2 Million
FY06	9.2 Million
FY07	9.2 Million
FY08	9.3 Million
FY09	9.5 Million

Source: M2

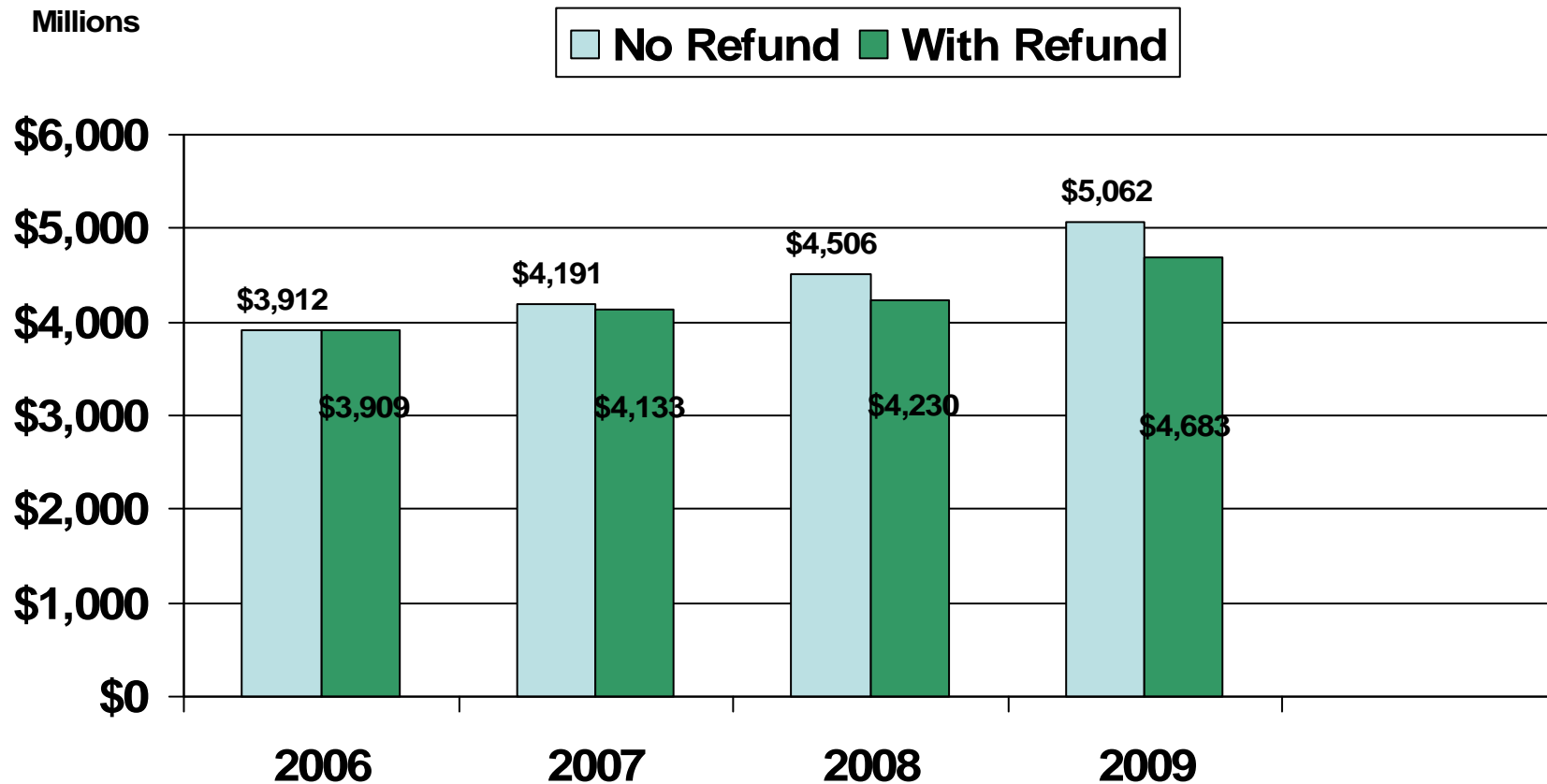
DoD Drug Outpatient Expenditures

thru FY 2009



Notes: Totals represent direct DoD costs for prescriptions and do not include MTF dispensing costs, retail and mail order contract costs, or refunds/rebates from manufacturers

DoD Drug Retail Outpatient Expenditures - Thru FY 2009



MARR/VARR payments – data from 1/14/10

MHS Per Capita Outpatient Drug Spend



	FY02	FY03	FY04	FY05	FY06	FY07	FY08	FY09
MTF¹	\$1,388	\$1,565 (↑12.7%)	\$1,704 (↑8.9%)	\$1,615 (↓5.2%)	\$1,536 (↓4.9%)	\$1,470 (↓4.3%)	\$1,388 (↓5.6%)	\$1,430 (↑3.0%)
Retail^{2,4}	\$1,278	\$1,847 (↑44.6%)	\$2,430 (↑31.6%)	\$3,162 (↑30.1%)	\$3,909 (↑23.6%)	\$4,133 (↑5.7%)	\$4,230 (↑2.4%)	\$4,683 (↑13.9%)
Mail³	\$347	\$429 (↑23.4%)	\$546 (↑27.3%)	\$629 (↑15.2%)	\$718 (↑14.2%)	\$857 (↑19.4%)	\$954 (↑11.3%)	\$1,046 (↑9.6%)
Total	\$3,013	\$3,841 (↑27.5%)	\$4,680 (↑21.8%)	\$5,406 (↑15.5%)	\$6,163 (↑14.1%)	\$6,446 (↑4.6%)	\$6,572 (↑1.95%)	\$7,159 (↑8.9%)
Cost per Beneficiary	\$347	\$430 (↑23.9%)	\$511 (↑18.9%)	\$587 (↑14.8%)	\$670 (↑14.1%)	\$701 (↑4.6%)	\$707 (↑0.8%)	\$754 (↑6.7%)

Notes

1. Does not include MTF dispensing costs
2. Net of copay, dispensing fee, tax and other payer costs
3. Includes mail order processing fee, does not include contract costs.
4. Adjusted for actual MARR/VARR payments

Sources: PDTS; MTF Prime Vendor data

Pharmaceutical Costs

For Eligible Beneficiaries, By Age and POS, FY09



Cost per < 65 Eligible Beneficiary

$$\frac{\$ 3.86 \text{ Billion}}{7,575,354 \text{ Eligible}} = \$ 510 \text{ per Eligible Beneficiary}$$

Breakdown of costs per beneficiary:

- \$ 124 MTF (24%)
- \$ 41 Mail (8%)
- \$ 345 Retail (68%)

Cost per ≥ 65 Eligible Beneficiary

$$\frac{\$ 3.68 \text{ Billion}}{1,907,961 \text{ Eligible}} = \$ 1,927 \text{ per Eligible Beneficiary}$$

Breakdown of costs per beneficiary:

- \$ 259 MTF (13%)
- \$ 385 Mail (20%)
- \$ 1,284 Retail (67%)

Source: M2 & PDTS Data

Notes: MTF costs do not include dispensing costs; retail costs are net of copay, dispensing fee, tax and other payer costs; do not include contract costs or refunds/rebates from manufacturers; mail order costs include processing fee, does not include contract costs.

Prevalence of Pharmacy Benefit Use: FY02-FY09



Prevalence = $\frac{\text{Proportion of beneficiaries who fill one or more Rx during a given period of time}}{\text{\# Users 7.5M}} = \frac{\text{\# Beneficiaries 9.5M}}{\text{\# Users 7.5M}}$

	FY02	FY03	FY04	FY05	FY06	FY07	FY08	FY09
< 65	64.0%	67.7% (↑5.8%)	67.8% (↑0.2%)	69.5% (↑2.5%)	70.1% (↑0.8%)	72.9% (↑4.1%)	72.4% (↓0.7%)	73.7% (↑1.8%)
≥ 65	73.9%	76.2% (↑3.2%)	78.3% (↑2.6%)	81.5% (↑4.1%)	84.3% (↑3.5%)	90.0% (↑6.7%)	83.5% (↓7.2%)	83.9% (↑0.4%)
Total	65.9%	69.3% (↑5.1%)	69.8% (↑0.7%)	71.8% (↑2.8%)	72.8% (↑1.5%)	76.3% (↑4.8%)	74.6% (↓2.2%)	75.8% (↑1.5%)

Intensity of Prescription Use



FY02 – FY09

$$\text{Intensity} = \frac{\text{Number of Rx's per user during a given period of time}}{\text{\# Users (7.5M)}} = \frac{\text{\# 30-day Equivalent Rx's}}{\text{\# Users (7.5M)}}$$

	FY02	FY03	FY04	FY05	FY06	FY07	FY08	FY09
< 65	12.8	13.2 (↑2.3%)	14.0 (↑5.7%)	14.7 (↑5.1%)	15.3 (↑4.4%)	15.7 (↑2.2%)	16.0 (↑2.5%)	16.3 (↑1.3%)
≥ 65	40.1	45.7 (↑12.8%)	49.2 (↑7.6%)	51.2 (↑4.3%)	53.3 (↑3.3%)	51.9 (↓2.6%)	57.4 (↑10.7%)	59.0 (↑2.8%)
All Ages	18.6	19.9 (↑6.3%)	21.2 (↑6.3%)	22.6 (↑6.8%)	23.9 (↑5.5%)	24.2 (↑1.1%)	25.4 (↑4.9%)	25.8 (↑1.7%)

Calculated using non-rounded numbers; rounded for display

Source: PDTS

2010 MHS Conference

Pharmacy Cost Trend Components

FY02 – FY09



	FY02-03	FY03-04	FY04-05	FY05-06	FY06-07	FY07-08	FY08-09
Change in Prevalence % Beneficiaries Using the Pharmacy Benefit	5.2%	0.7%	2.9%	1.5%	4.8%	-2.2%	1.5%
Change in Intensity 30 day Equivalent Rx's per User	6.3%	6.3%	6.8%	5.6%	1.1%	4.9%	1.7%
Drug Price Change Weighted % Change in price of drugs	5.5%	6.7%	5.9%	4.2%	4.0%	5.5%	5.5%
Mix/New Drugs Change in drug mix & new drug usage	5.1%	4.0%	-1.4%	2.6%	-4.0%	-3.7%	-1.4%
% Change in Average Cost per Beneficiary per Year	23.8%	18.9%	14.8%	14.5%	5.7%	4.2%	7.2%

Federal Ceiling Price (FCP) Update



- Legislation passed in FY08 National Defense Authorization Act to authorize DoD to bill pharmaceutical manufacturers for refunds of overpayment for drugs in the **retail** venue; implementing reg May 26 2009
- All prescriptions filled in retail pharmacies on or after enactment date (Jan 28, 2008) will be treated as an element of DoD for purposes of procurement of drugs

FCP cont.



- Manufacturers sign a pricing agreements for refunds of retail use for covered drugs
- Products not on a pricing agreement are not eligible for 2nd tier formulary placement unless it is the only drug in its' class
- Manufacturers are required to pay refunds to FCP price regardless of formulary status if DoD utilizes the product

FCP cont.



- Projected FY10 Refunds for Covered Drugs:
 - DHP: \$461M
 - MERHCF: \$563M
 - Total: \$1.024B

FCP cont.



- NOTE: This legislation does not level the playing field regarding MTF or MOP drug procurement prices
- MTF and MOP drug procurement prices remain lower than retail even after the mandatory and voluntary refunds
- Increasing MTF formularies and recapturing retail prescriptions into MTF and MOP remain the keys to decreasing PMPM DoD pharmacy costs

T-Pharm Update

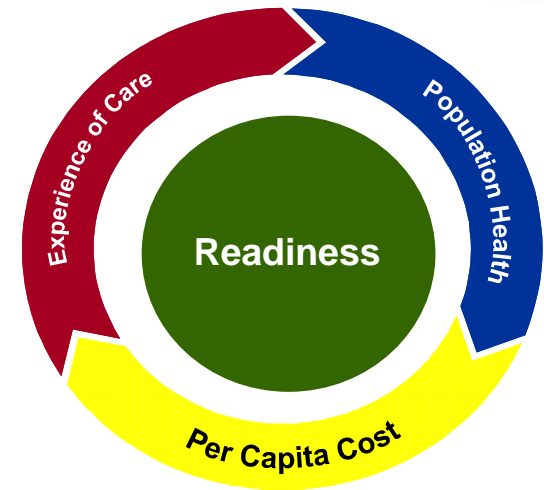


- TPharm combines mail and retail into a single contract
 - Single contract management instead of duplicate
 - Single call center – one phone number
- Contract startup had minimal impact for beneficiaries
 - Majority of existing retail network is intact
 - Most beneficiaries using MOP or Network Retail Pharmacies did not need new Rx

TPharm Contract Objectives



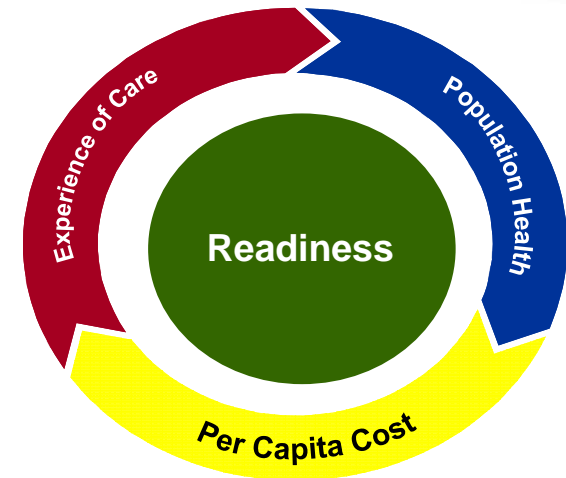
- Uniformly, consistently, and equitably provide prescription drug benefit to meet beneficiaries clinical needs in effective, efficient, and fiscally responsible manner
- Educate beneficiaries and prescribers to increase MOP and MTF pharmacy utilization



TPharm Contract Objectives



- Promote beneficiary safety through utilization of commercial best practices
- Establish and maintain high level of beneficiary satisfaction
- Use cost-effective management approach to provide services incorporating commercial best practices consistent with requirements



TPharm Update



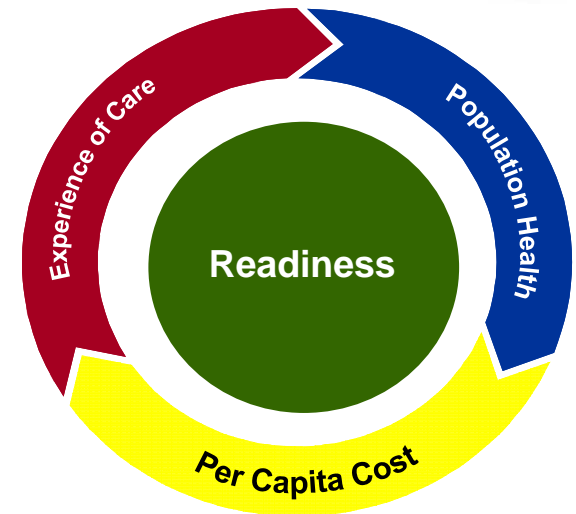
- Changes from current TRRX and TMOP contracts
 - Adds specialty services at mail order for high cost, special handling drugs (e.g., Hepatitis C, RA, MS, Bleeding disorders)
 - Medication case management services for all patients tailored to their medication and disease
 - 4010 Rxs are now covered under this service
- Expanded member choice center (MCC)
 - Prescription transfers from retail to MTF or the mail order pharmacy

Tpharm Specialty Medication Program



■ Access

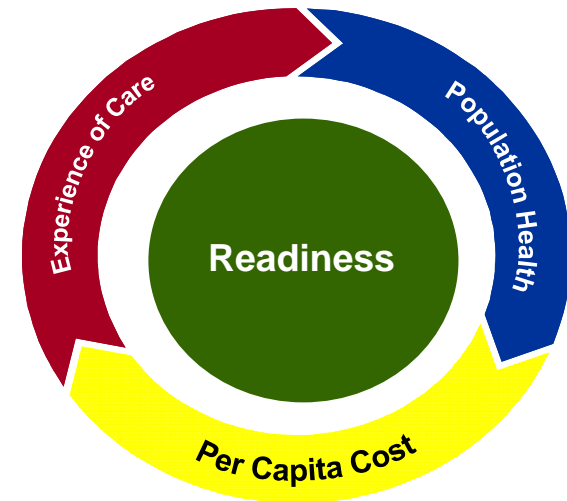
- Retail Setting
 - 130 In network specialty pharmacies
 - Limited distribution network
 - Broad range of bleeding disorder options exceed National Hemophilia Foundation and Hemophilia Federation of America network standards



TPharm Specialty Medication Program



- *Access Continued*
 - Mail Order Setting
 - Contractually Preferred access point
 - Provides clinical monitoring program aimed at increasing adherence
 - Beneficiaries opt into program



TPharm Specialty Program Objectives



Optimal Clinical Management

- Appropriate utilization and administration – drives out waste
- Compliance and adherence tracking and support



Comprehensive Patient Education

- at start of therapy
- customized by patient
- tailored follow-up based on severity of disease state



Mitigate Adverse Drug Reactions

- Monitor and intervene as necessary
- Proactively reach out to physicians
- Talk with the patients prior to dispensing refills



TPharm Specialty Program Components



Core Services

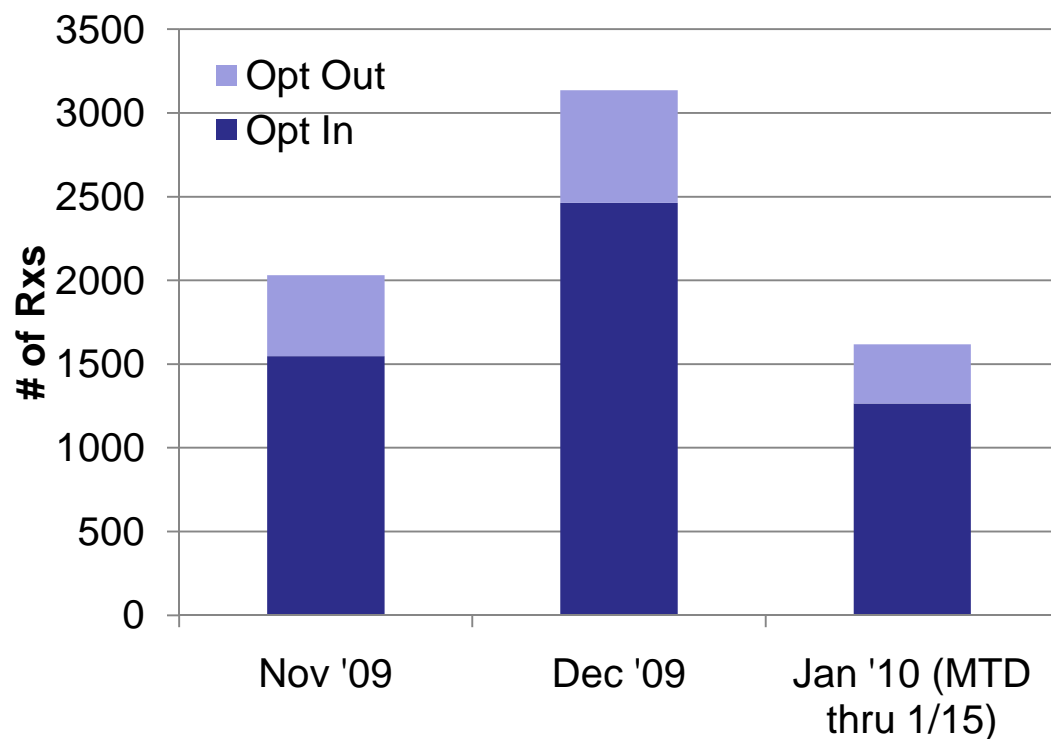
All of our
specialty patients
using the Mail Order
Pharmacy

- RN telephone calls for structured screening based on disease state, adherence support and waste avoidance
- Specialty PCA's & Pharmacists available to answer questions 24x7
- Refill Reminders
- Scheduled Delivery
- Referral to On-Staff Social Workers as appropriate
- Targeted Education and Coaching

Specialty Opt In Rx Volume



Specialty Rxs - Opt In / Out



% of Rx's Opted In:
77.7%

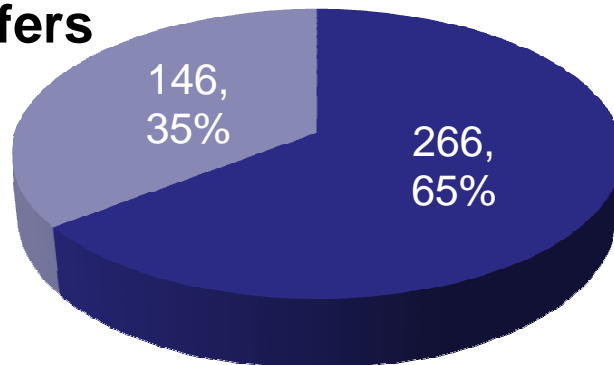
Top 5 drugs - % opted in

- Forteo Prefilled Pen – 2.4 ML: **80%**
- Enbrel Sureclick Auto Inj 4S: **78.7%**
- Enbrel PFS 4's: **77.1%**
- Humira Pen Kit 2's: **76.6%**
- Humira Syr Prefilled Kit 2S: **78.0%**

Specialty Program – Pharmacy Transfer Activity

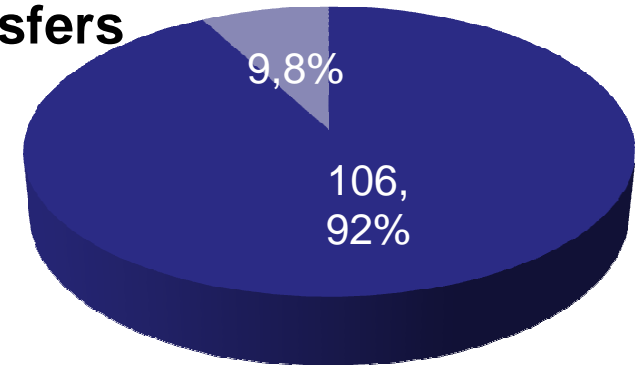


Limited Distribution Transfers



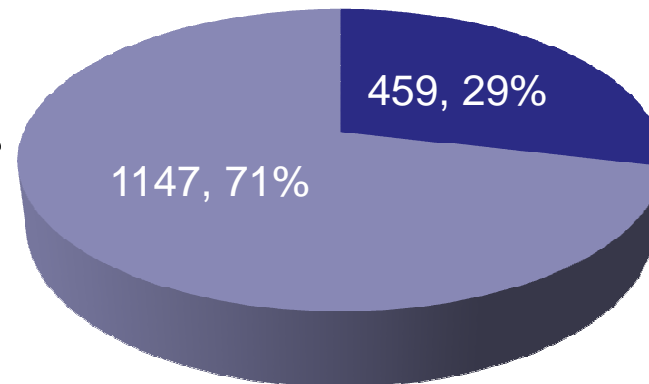
Analysis based off paid claim data through 1/1/10 in conjunction with Rx's being held for future fill

Hemophilia Transfers



Analysis based off paid claim data through 1/1/10 in conjunction with Rx's being held for future fill

General Transfers



Analysis based off paid claim data through 1/1/10; does not include Rx's being held for future fill

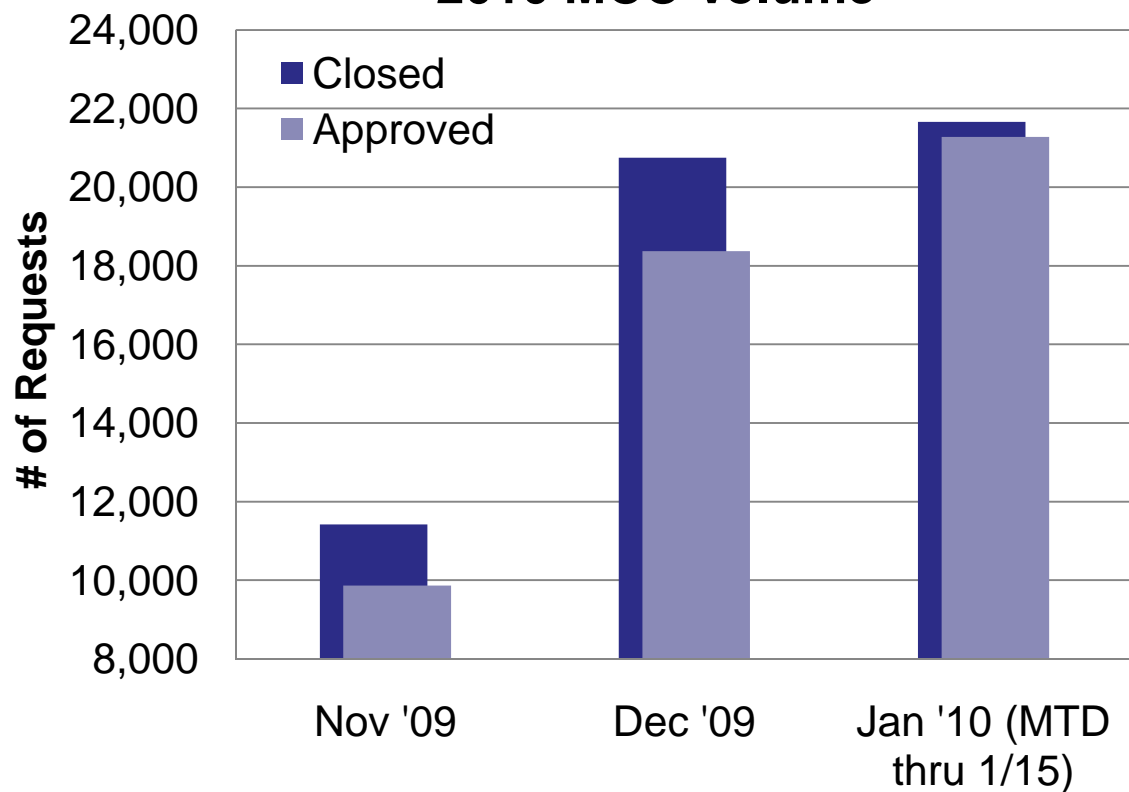
161 Transfers to Specialty Mail Order Program

■ Transferred
■ Have not yet transferred

MCC Performance



2010 MCC Volume



Current Conversion Rate:
92%

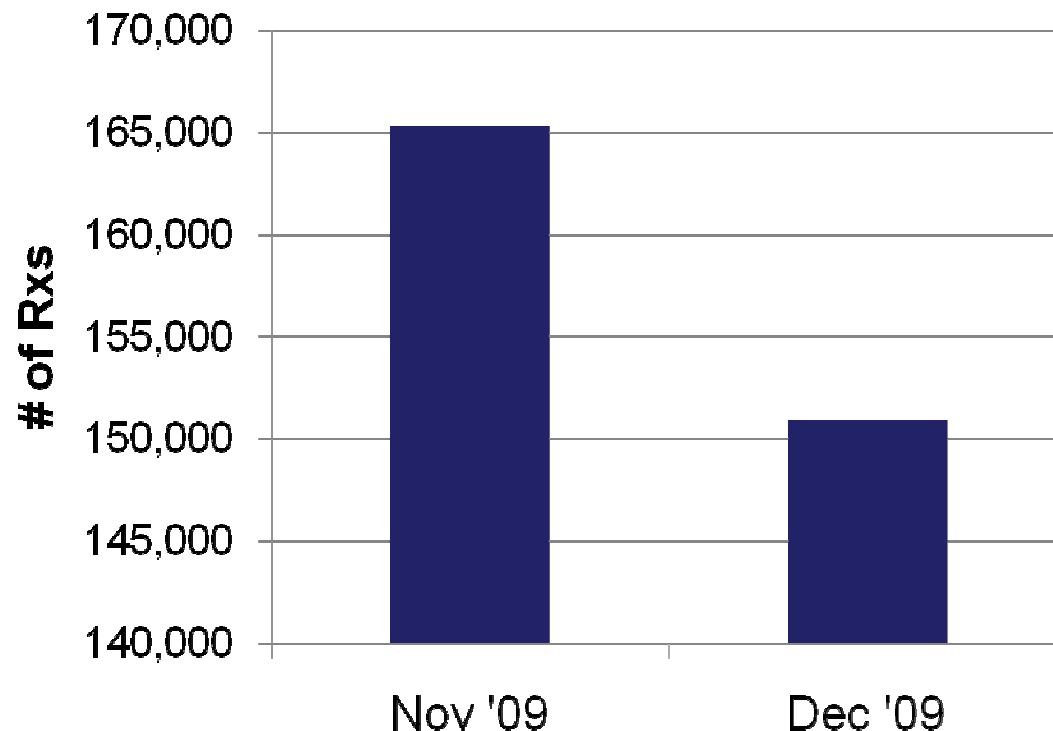
- Under TPharm, MTF Rxs can be converted, as well as retail Rxs
- Extended hours of operations under TPharm

Since Inception Aug 07:
\$66 M in estimated savings to DoD
\$3 M in estimated savings to Beneficiaries
217,330 total rxs converted

Mail Order Auto Refills



Auto-Refill Enrollment



- 931,000 rxs enrolled
- 313,000 DoD beneficiaries enrolled

Data as of 1/11/10

- Refills automatically processed without having to reorder
- Increases adherence by ensuring refills are received on time with no need for expedited shipping or going to retail for a short-term fill
- Beneficiaries can enroll through Call Center, on line, or when they are ordering a refill

MTF to Mail Order Prescription Transfer Interface



- Developed to enable electronic transfer of prescriptions to Mail Order
- Patients can initiate transfer at pharmacy window or via telephone refill system (AudioCARE®)
- October 2009: Tested at NH Camp Lejeune
- 1st Qtr CY10: Deploy to all CHCS hosts
- Meds **not** eligible: Controlled substances, compounded items, investigational drugs, OTC drugs

MTF to Mail Order Prescription Transfer Interface Cont.

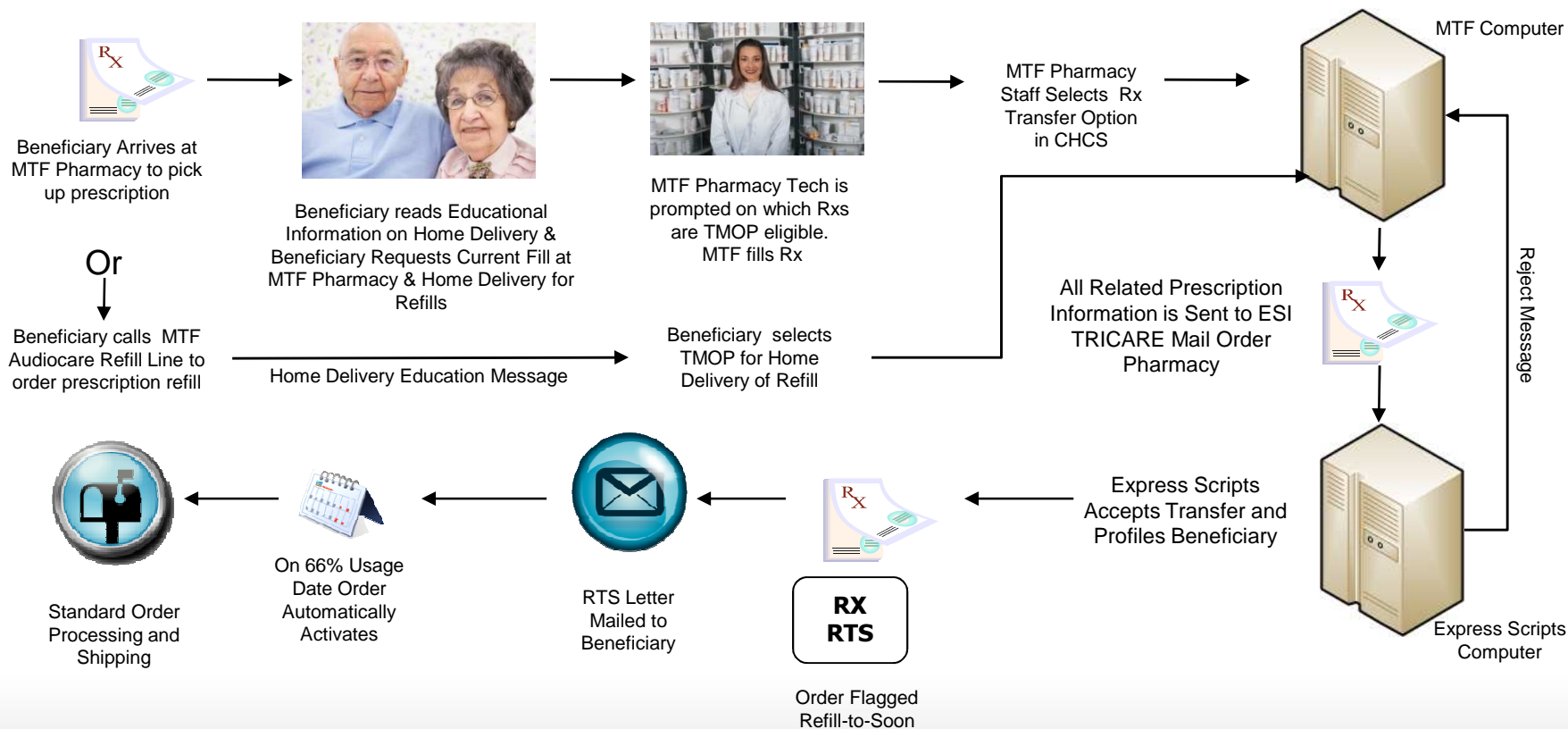


- Site Activation Considerations
 - Beneficiary education, copays will apply to medications transferred to Mail Order
 - Base newspaper, AudioCARE® outbound messages, Trifold pamphlets, bag stuffers
 - Coordinating drug file setup with Mail Order Pharmacy through TMA Pharmacy Operations Directorate

MTF to Mail Order Transfer Process



Objective: Reduce refill prescription workload at the MTFs and significantly reduce number of maintenance prescriptions going to retail.



Additional MTF Initiatives



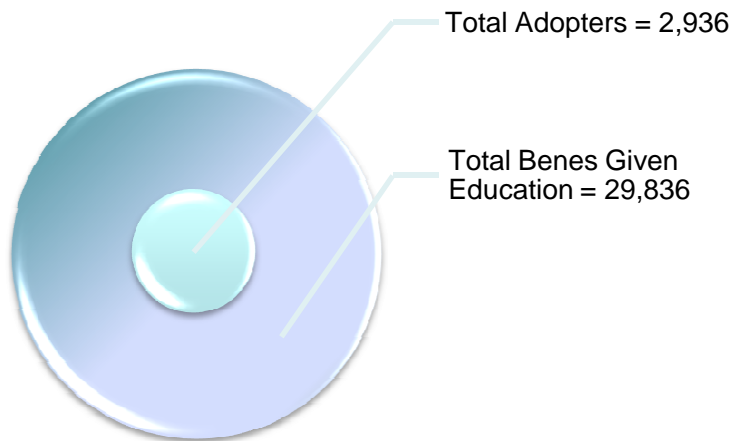
- Fax Transfer
 - Provides interim solution to transfer to MOP until Automated transfer widely available
 - In place at:
 - NNMC Bethesda
 - WRAMC
 - FT McPherson
 - BAMC
 - Naval Branch Health Clinic, Brunswick, ME
 - Naval Branch Health Clinic, Athens, GA

Additional MTF Initiatives

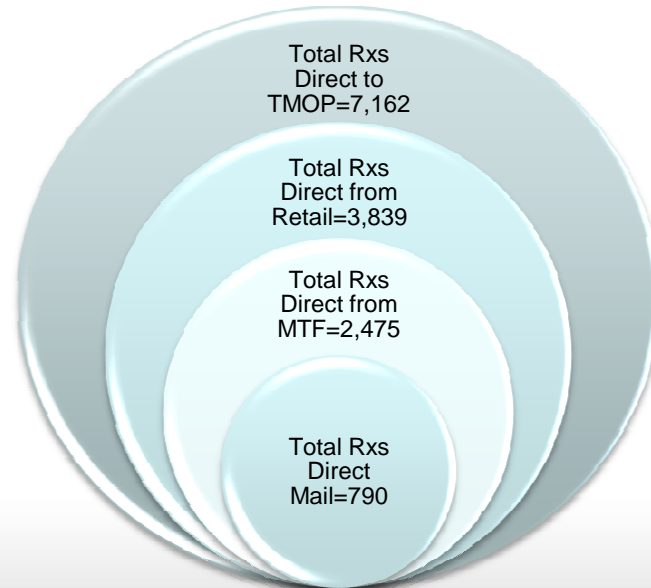


- Enrollment Coordinator Transfer Assistance
 - Staff onsite at BAMC, FT McPherson, NNMC and WRAMC to provide real time education and transfer to MOP assistance

Beneficiary Activity



Transfer Activity



Additional MTF Initiatives



- BRAC Site Transfer Assistance
 - Onsite Enrollment Coordinators for education and assistance 1 week a month
 - Communications sent to beneficiaries prior to MTF pharmacy closing advising of MOP option and process
 - MTF uses fax transfer to MOP or beneficiary can use MCC for conversion assistance
 - Naval Branch Health Clinic, Brunswick, ME – March 1, 2010
 - FT Monmouth, NJ – March 1, 2010
 - FT McPherson, GA – October 1, 2010

OTC Demo Background



- Section 705 of the John Warner National Defense Authorization Act of 2007 directed the Department of Defense to conduct a demonstration project to allow certain over-the-counter medications to be included on the Uniform Formulary
- Successful from both beneficiary acceptance and government savings
 - About 192,325 beneficiaries have used it to fill 683,582 prescriptions
 - \$17.6M in cost avoidance to DoD

E-Prescribing



- DoD Definition
 - Allow electronic prescribing from all points of order entry - civilian and Military Treatment Facility (MTF) - to all points of dispensing (MTF, mail order, and retail)
- Goals
 - Electronically share information at all points of service
 - Military & Civilian Providers and Pharmacies
 - Beneficiary

E-Prescribing



- DoD Definition
 - Allow electronic prescribing from all providers - civilian and Military Treatment Facility (MTF) - to all points of dispensing (MTF, mail order, and retail)
- Goals
 - Electronically share information at all points of service
 - Military & Civilian Providers and Pharmacies
 - Beneficiary
 - Types of Information
 - Prescription
 - Formulary
 - Eligibility
 - Medication History

Pharmacy Coverage of Selected Vaccines

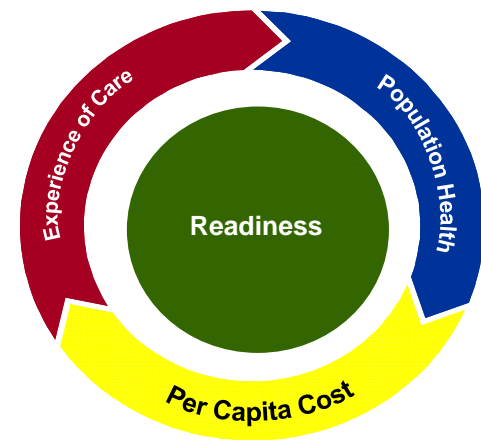


- Interim Final published Dec 10th, live Dec 29
- Adds 47,000 participating retail network pharmacies as authorized providers for purposes of administering 3 vaccines
 - H1N1 flu vaccine; Seasonal flu vaccine; Pneumococcal vaccine
 - 5,350 claims paid through 1/18/10
- Available to all eligible for retail pharmacy benefit at \$0 copayment
- TRICARE asking for comments by Feb 8 regarding coverage of other vaccines

Readiness/Population Health Initiatives



- Prescription Medication Analysis Reporting Tool (PMART)
 - expansion and new reports
- Deployment Prescription Program
- Pharmacy Restriction Program
- Medical Necessity Portability
- Fentanyl Automated Profile Review



Prescription Medication Analysis Reporting Tool (PMART)



- Medication profile snapshot
 - Pre-deployment medication screening
 - WTU high-risk medication screening
- Menu-driven, Microsoft Access database with look-up features and reports
- Developed by the Pharmacy Operations Center - www.pec.ha.osd.mil/pmart
- Pharmacy Data Transaction Service (PDTS) is data source for 3 pharmacy points of service

Deployment PMART Home Page



P-MART | Prescription Medication Analysis And Reporting Tool - Main Menu

SAMPLE PMART

P-MART
Prescription
Medication
Analysis &
Reporting Tool

Assistance provided by the TMA Pharmacy Operations Center pmc@med.mil

Version 5 • May 2009

*Subject to the Privacy Act of 1974
(PL 93-579)*

- ☐ About This Program
- ☐ Patient Medication Profiles
- ☐ Utilization by Drug
- ☐ Master Reports Selection
- ☐ Details/Admin Settings

[Exit This Application](#)

A Service Provided By The TMA Pharmacoeconomic Center • Ft Sam Houston • Texas

Master Reports Selection Button



P-MART | Prescription Medication Analysis And Reporting Tool - Reports

Select a Report

- Chronic Med Use Summary**
- Chronic Medication Use
- Controlled Substance *Details*
- Controlled Substance *Summary*
- Drug Combination Report
- High Risk Medication *Details*
- High Risk Medication *Summary*
- Mefloquin Combination Patient
- Narcotic Medication *Details*
- Narcotic Medication *Summary*
- Non-DepMed Use *Details*
- Non-DepMed Use *Summary*
- Psychotropics *Details*
- Psychotropics *Summary*
- Surgeon's Recall Roster
- Total Utilization By Unit and Name

Select Report Options for Chronic Med Use Summary

Current setting for P-MART reporting dates:

From 28 May 2008 to 29 May 2009

Change Reporting Dates

Select/Deselect Units to Include

High Risk Medication List

Suppress Drugs from Reports

☒ Preview

☐ Print



Report of drug utilization for Chronic Use medications. This is a summary report by drug.

Close This Form

Version 5 • May 2009

Patient Medication Profiles Button



P-MART | Prescription Medication Analysis And Reporting Tool - Patient Meds Profile

Filter Service Members By Unit

1st Level Unit:

2nd Level Unit:

3rd Level Unit:

Please select the first letter of the last name and locate the patient in the drop-down window

A B C D E F G H I J K L M N O P Q R S T U V W X Y Z

CADET, MARINE

Reset Name Filter Reset Unit Filters Reset All Filters

SSN: Patient Name:

1st Level Unit: Subordinate Unit(s):

DepMed Used - Joint: CENTCOM Formulary

Add to Surgeon's Recall Roster: ☐

Print This Profile Export Profile Close This Form

Medication Profile

DrugName	Qty	Days Supply	Date Filled	High Risk	Controlled	CENTCOM
TRIAMCINOLONE ACETONIDE 0.1% CREAM(GM) TOPICAL ANTI-INFLAMMATORY STEROIDA WALGREEN DRUG STORE #9094 AUSTIN MN	90	20	17 Apr 2009	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
FLUTICASONE PROPIONATE 50MCG SPRAY SUSP NASAL ANTI-INFLAMMATORY STEROID WALGREEN DRUG STORE #9094 AUSTIN MN	16	30	05 Apr 2009	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
FLUTICASONE PROPIONATE 50MCG SPRAY SUSP	16	30	20 Feb 2009	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>

Record: 1 of 8 No Filter Search

Psychotropic Patient Dispensing Summary Report



Psychotropic Patient Dispensing Summary

Data current as of 6/8/2009

Personal Data - Privacy Act of 1974 (PL 93-579)

DOE, JOHN

77777777

BUDEPRION SR	BUPROPION HCL 150MG	TABLET SA	# of Rx's	4
BUDEPRION XL	BUPROPION HCL 150MG	TAB.SR 24H	# of Rx's	2
BUDEPRION XL	BUPROPION HCL 300MG	TAB.SR 24H	# of Rx's	4

PILOT, COMBAT

44444444

CLONAZEPAM	CLONAZEPAM 1MG	TABLET	# of Rx's	2
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SAILOR, NAVY

22222222

LORAZEPAM	LORAZEPAM 1MG	TABLET	# of Rx's	5
SERTRALINE HCL	SERTRALINE HCL 100MG	TABLET	# of Rx's	1

PMART Statistic Report



Medication Use Statistics

Date Range: 5/28/2008 - 5/29/2009

Personal Data - Privacy Act of 1974 (PL 93-579)

Current Number of Service Members : **8**
Current Number of Prescriptions: **129**
Current Number of Service Members with Prescriptions: **8 100.0%**

The below statistics are all subject to available filtering. If you have deselected units or changed the reporting date range on the previous window (Details/Admin window), the counts below will report within these restrictions. The percentages below use Current Number of Service Members/Prescriptions as the denominator.

	Number of Rx's		Number of SMs on at least one:	
High Risk Medications:	25 19.4%		4 50.0%	
Non-Deployment Medications:	60 46.5%		8 100.0%	
Chronic Medications:	59 45.7%		8 100.0%	
Controlled Medications:	25 19.4%		6 75.0%	
Narcotic Medications:	25 19.4%		5 62.5%	

Deployment Prescription Program



- PMART for pre-deployment medication screening
- Mail Order Pharmacy (MOP) used for medication refills in theater
 - MOP form/registration sent to Pharmacy Operations Center for processing
 - MOP sends email to the SM to update mailing address and remind SM to order refill
 - MOP sends prescription to SM

Deployment Prescription Program



- Increased use of Program by all Services
- Work closely with CENTCOM Surgeon's office and Theater Pharmacists
- Ensure we are responsive to questions and issues from theater and deployment sites
 - Provide DPP and PMART briefs/demos to deployment center providers and pharmacists
 - Pharmacy Operations Center staffed 24 hours

Pharmacy Restriction Tool



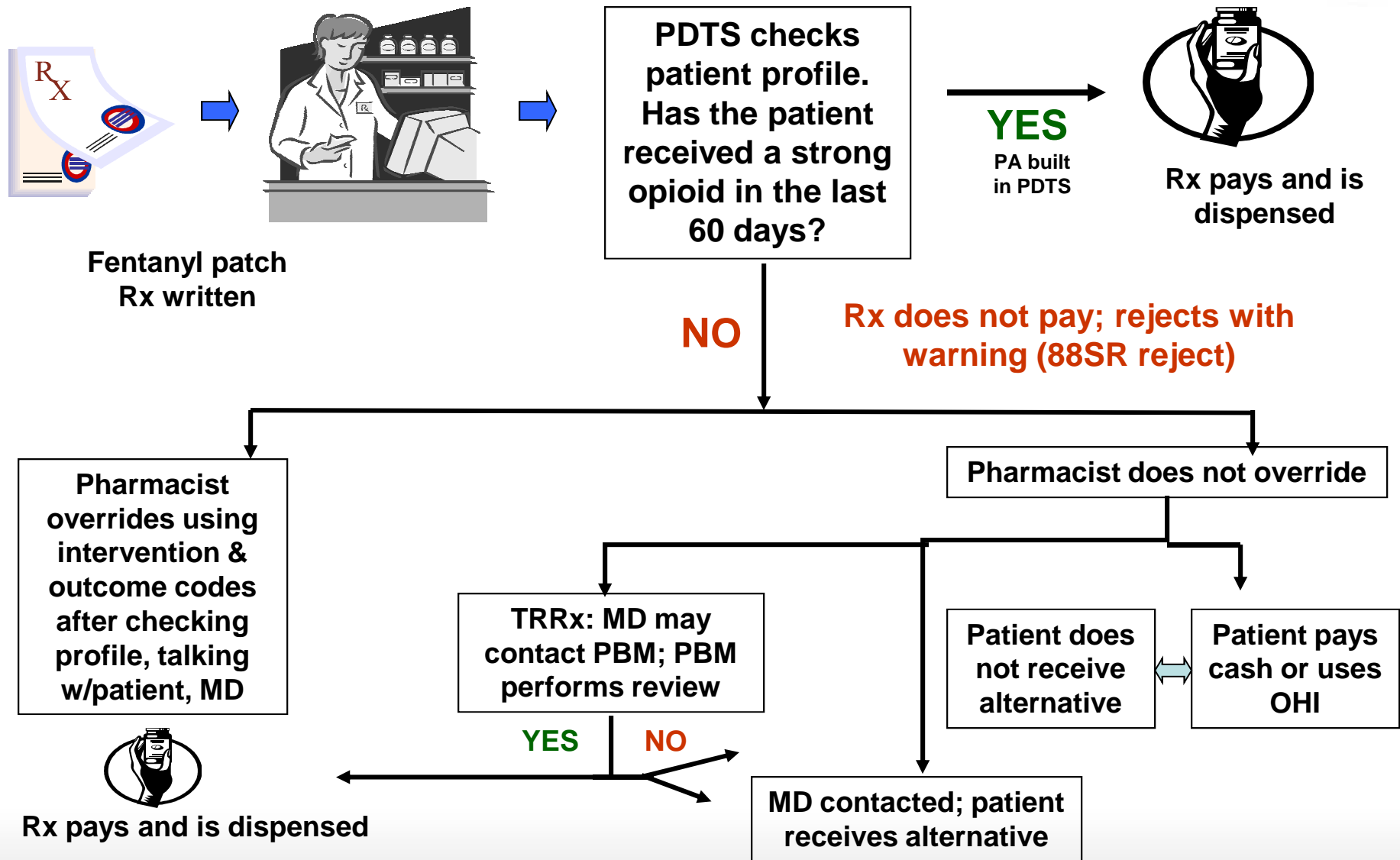
- “Drug-seeking” behavior and “high-risk” of harming themselves
- Restrict to specific providers and controlled substances at retail and mail order
 - allow access to maintenance medications
 - In future, MTF pharmacies/providers will see alert
- Restriction Forms and information available on the PEC website
 - MTF Pharmacy Restriction Form
 - Civilian-based Pharmacy Restriction Form

Medical Necessity Portability



- Allows beneficiaries started on non-formulary medication at the MTFs to fill at the network retail and mail order pharmacies
- PDTS creates PA in the PDTS profile
- Seamless to the beneficiary

Fentanyl Automated Profile Review



Fentanyl Automated Profile Review



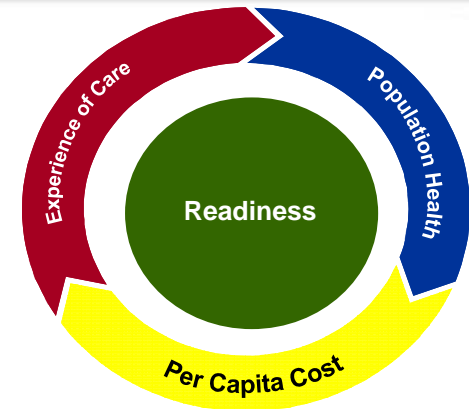
- APR now includes fentanyl, Actiq®, and Fentora®
- Successfully tested at Randolph AFB Pharmacy, 24 Sept 09
 - now available to load on all MTF's CHCS Hosts
- MTF Provider and pharmacy see clinical screen to override
 - Not a hard edit as in retail or mail order pharmacy

The Way Ahead



Reducing PMPM costs

- Increase use of lowest-cost points of service
 - MTF and Mail Order
- Encourage use the of most cost effective medications; maximize formulary efficiency
- Decrease costs associated with adverse events and drug misadventures



The Way Ahead, Cont.



Reducing PMPM costs

- Maximize the value of drug therapy by providing services to increase adherence
- Maximize use of technology
 - E-prescribing
 - MTF to MOP transfer
 - Electronic messaging
 - Web based applications; prescription transfer, PHR
- Use of Incentive Programs; e.g., Vaccines

